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NEW ORLEANS REGIONAL BUSINESS PARK

FINANCIAL STATEMENTS TOGETHER WITH INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8/22/07

New Orleans Regional Business Park

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Independent Auditor's Report

To the Board of Commissioners
of New Orleans Regional Business Park
New Orleans, Louisiana

We have audited the governmental activities and fund financial statements of New Orleans Regional Business Park, as of and for the year ended December 31, 2006 as listed in the table of contents. The governmental activities and fund financial statements are the responsibility of New Orleans Regional Business Park's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the governmental activities and fund financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of New Orleans Regional Business Park as of December 31, 2006, and the changes in financial position of those activities and fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 3, 2007, on our consideration of New Orleans Regional Business Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 5 and 18 through 19 respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the governmental activities and fund financial statements of New Orleans Regional Business Park.

Curtis A. Moret

Curtis A. Moret
Certified Public Accountant
August 3, 2007



New Orleans Regional Business Park Management's Discussion and Analysis

The New Orleans Regional Business Park (NORBP) assists new and existing businesses in their efforts to expand operations. The funding made available to our agency through a millage and lease collections supports the various needs and programs of the NORBP including outreach, marketing, and maintenance of a state owned building, and more.

Financial Highlights:

The NORBP generates revenues through the collection of 22.9 mills on the value of commercial properties in the Park (\$229 on every \$100,000 of property value). In addition, the NORBP generates rent through collections from tenants that occupy the NORBP owned building at 13801 Old Gentilly Road.

The NORBP employs the services of a Certified Public Accountant consulting firm to oversee the daily financial operations. In addition, the NORBP employs the services of an independent C.P.A. audit firm.

The NORBP Finance Committee meets bi-monthly to review the consultant declared financial statements. At this meeting the NORBP vice president that performs the daily Operations reports on relevant matters relative to the month's financial operations. The NORBP Board of Commissioners at its once monthly meeting is presented with results of the Finance Committee's analysis of the finances.

The NORBP's 2006 general operations budget commenced the year with an expected break-even projection, with projected expenses and revenues of \$1,026,500 respectively. The NORBP Finance Committee and Board of Commissioners subsequently adjusted this amount downward to \$830,402.

Comparative Analysis:

Between January and December 2006 initial projected tax revenues generated by commercial properties was estimated to be \$240,000 at years' end. However, due to the effects of Hurricane Katrina this agency only collected \$198,000.

During the year this agency received a Grant from the Environmental Protection Agency in the amount of \$400,000.00. A grant was written by staff to perform site assessments of petroleum and hazardous materials. This would give the NORBP additional look at ways of cleaning up the Park.

**New Orleans Regional Business Park
Management's Discussion and Analysis**

Overall Financial Position:

Management observes that the financial position of the organization increased during the year. At commencement of the year, the NORBP fund balance totaled \$83,989. By the end of 2006, the fund balance totaled \$121,631.

Balances and Transactions:

The NORBP commenced 2006 with \$137,345 in various accounts at financial institutions. The NORBP ended the year with \$147,130 in these accounts.

Significant Budget Variations:

During 2006, the NORBP actually realized an overall favorable variance in its budget to actual comparison.

Capital Assest and Long Term Debt Activity:

During 2006 there were no significant changes in capital asset levels. The NORBP incurred no increases in long-term debt. The NORBP continues to have no loans.

Maintenance Expenses for Infrastructure Assets:

The NORBP owns a building at 13801 Old Gentilly Road. This building and the land on which it sits is valued at approximately \$ 2.7 million. The building is occupied by one warehouse tenant that occupies approximately 91,000 square feet, and by one other individual tenant. The maintenance budget is adjusted on occasion due to unexpected expenditures. The NORBP has performed various repairs on the building using grants from the State of Louisiana. The expected revenues and expenditures are booked under Enterprise Center Renovations.

Currently Known Facts, Decisions, or Conditions:

The New Orleans Regional Business Park receives two relatively stable sources of revenues. The millage that is collected from the commercial property owners will be in place through 2011. The Enterprise Center building is significantly large to break even as long as there is a tenant in the 91,000 square feet of warehouse space.

**New Orleans Regional Business Park
Management's Discussion and Analysis**

Currently Known Facts, Decisions, or Conditions, continued:

The NORBP will continue to work to identify outside resources that can support the NORBP programs. It is imperative, in the post hurricane light of potential reduced property tax values, that the NORBP responds now to the need for more independence relative to its funding sources.

The NORBP continues to seek new tenants for the Park and the City of New Orleans to assist in the revitalization efforts, since we are still experiencing the aftermath of the Hurricane Katrina. The NORBP's Business Assistance Center, assist businesses returning and new with valuable information relative to their specific business needs such as: Business plan development, work-plans, strategic planning, entrepreneurial training, bid preparation, and a variety of other programs and seminars.

The NORBP has begun a slow ascent from the downfall of the financial difficulties of the storm. It remains that while residential and commercial tax revenues are stabilizing with each coming year, the fact remains that the city's tax collections have been reduced due to relocations of businesses and citizens.

The NORBP will continue to work closely with the City's Treasury Department to secure the millage for the Park's financial future. We look forward to seeing new and returning commercial businesses and residential communities to the Park.

Zandra Washington, Interim President
New Orleans Regional Business Park
zwashington@norpb.net

NEW ORLEANS REGIONAL BUSINESS PARK
STATEMENT OF NET ASSETS
DECEMBER 31, 2006

ASSETS

GOVERNMENTAL ACTIVITIES

Cash and Cash Equivalents	\$ 147,130
Receivables	48,212
Prepaid Insurance	4,699
Other Assets	9,824
Capital Assets (Note 3):	
Land, Improvements and Construction in Progress	1,053,618
Other Capital Assets, Net of Depreciation	<u>3,823,286</u>
Total Capital Assets	<u>4,876,904</u>
Total Assets	<u>\$ 5,086,769</u>

LIABILITIES

Accounts Payable	44,870
Lease Deposit	42,964
Other	<u>400</u>
Total Liabilities	<u>88,234</u>

NET ASSETS

Invested in Capital Assets	5,088,411
Unrestricted	<u>(89,876)</u>
Total Net Assets	<u><u>4,998,535</u></u>

The accompanying notes are an integral part of the financial statements.

NEW ORLEANS REGIONAL BUSINESS PARK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

GOVERNMENTAL ACTIVITIES

Functions/Programs	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants	
Enterprise Park	\$ 126,947	\$ -	\$ 82,742	\$ (44,205)
Sanitation	4,379	-	-	(4,379)
Business Assistance	44,724	-	-	(44,724)
Administration	731,799	-	-	(731,799)
Total	907,849	-	82,742	(825,107)
General Revenues:				
Property Taxes				197,929
Rental Income				391,433
Insurance Proceeds				102,902
Other Income				78,434
Total General Revenues				770,698
Change in Net Assets				(54,409)
Net Assets, Beginning of the year				5,052,944
Net Assets, End of the year				4,998,535

The accompanying notes are an integral part of the financial statements.

NEW ORLEANS REGIONAL BUSINESS PARK
BALANCE SHEET - GOVERNMENTAL FUND
DECEMBER 31, 2006

ASSETS

Cash and Cash Equivalents	\$ 147,130
Receivables	48,212
Prepaid Insurance	4,699
Other Assets	<u>9,824</u>
Total Assets	<u><u>209,865</u></u>

LIABILITIES

Accounts Payable	44,870
Lease Deposits	42,964
Other	<u>400</u>
Total Liabilities	<u><u>88,234</u></u>

FUND BALANCE

Unreserved	121,631
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund at the fund level.	<u>4,876,904</u>
Net Assets	<u><u>4,998,535</u></u>

The accompanying notes are an integral part of the financial statements.

NEW ORLEANS REGIONAL BUSINESS PARK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL
FUND
FOR THE YEAR ENDED DECEMBER 31, 2006

REVENUES

Property Taxes	\$ 197,929
Grants	82,742
Rental Income	391,433
Other Income	78,434
Insurance Proceeds	<u>102,902</u>

Total Revenues	853,440
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EXPENDITURES

Salaries	231,745
Payroll Taxes	16,627
Employee Insurance	33,665
Insurance	31,136
Office Supplies	10,991
Telephone	15,250
Automobile Expenses	3,240
Office Expense	8,996
Repairs & Maintenance	134,826
Utilities	97,471
Professional Services	36,287
Marketing	38,612
Capital Expenditures, net	15,971
Dues and Subscriptions	1,000
Postage	1,042
Site Improvement	4,379
Special Projects	127,466
Other	<u>7,094</u>

Total Expenditures	<u>815,798</u>
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Change in Fund Balance	37,642
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Fund Balance, beginning of the year	<u>83,989</u>
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Fund Balance, end of the year	<u><u>121,631</u></u>
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The accompanying notes are an integral part of the financial statements.

NEW ORLEANS REGIONAL BUSINESS PARK
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE OF GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

Net Change in Fund Balance \$ 37,642

Government funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded, net capital outlays in the current period. (92,051)

Change in Net Assets (54,409)

The accompanying notes are an integral part of the financial statements.

**NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO THE FINANCIAL STATEMENTS**

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**NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Background

The New Orleans Regional Business Park (NORBP) is a 7,000 acre Louisiana Enterprise Zone created by the Louisiana Legislature to attract new business and industry through incentives such as sales, use and property tax benefits. **NORBP** also encompasses a 92-acre Foreign Trade Zone which provides additional savings on duty fees.

In 1992, a special project referred to as the "Enterprise Center" (the Center) was initiated in an effort to promote economic growth in the City of New Orleans, by promoting business and industrial development in the district. The Center includes the following components designed to improve the development environment in New Orleans East:

- o Industrial/service based incubator;
- o Advanced technology institute; and
- o College extension programs.

NORBP is used to account for the operations of the district. Its financing sources are derived principally from the proceeds of 22.9 mills, or \$229 per \$100,000 of assessed value, which is levied on all property within the district for the purpose of constructing roads, sewerage, drainage, water supply systems and other infrastructure improvements to facilitate industrial development.

The Board of Commissioners is composed of twelve (12) members who are appointed by various organizations and public officials and serve without compensation.

The accounting policies of **NORBP** conform to accounting policies generally accepted in the United States of America, as applicable to governmental agencies. The following is a summary of the more significant accounting policies:

The Financial Reporting Entity

NORBP is a special municipal district that was created under Louisiana Revised Statute 33:4701, as amended on June 28, 1995. Through **NORBP's** Board of Commissioners, **NORBP** has the power to acquire, construct, improve, maintain, and operate projects and to provide additional municipal services within the district.

**NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Financial Reporting Entity (Continued)

Under GASB Statement No. 14, **NORBP** is considered a primary government and does not include any component units. **NORBP** has powers to incur debt, issue bonds, sue and be sued. Also, the Board of Commissioners has decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

Accordingly, management has concluded that **NORBP** is the financial reporting entity within the meaning of the provisions of GASB 14.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of activities) report information on all activities of **NORBP**. **NORBP** is considered to be a governmental activity of a special purpose government.

NORBP's statement of activities demonstrates the degree to which the expenses of a given function are offset by function revenues.

Separate financial statements are provided for **NORBP's** governmental fund. The **NORBP's** government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The **NORBP** reports its governmental fund as follows:

General Fund

The General Fund is used to account for all financial resources of **NORBP**.

NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

General Fund (Continued)

The operations of the General Fund are comprised of the General Fund's assets, liabilities, fund balance, revenues and expenditures, as related to **NORBP's** operations.

Capital Assets

NORBP's capitalization policy requires that all single assets costing \$1,000 or more be capitalized and depreciated over their useful lives. Single assets costing less than \$1,000 are expensed. The straight-line method of depreciation is used for all classes of capital assets. The management of **NORBP** established the following useful lives for each asset class:

<u>Asset Class</u>	<u>Useful Lives in Years</u>
Land	N/A
Building	40
Electrical Substation	40
Automobile	5
Furniture & Equipment	7

All capital assets acquired or donated are valued at historical cost or estimated historical cost if actual historical cost is not available.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing time deposits and

NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents (Continued)

money market accounts. Cash equivalents include amounts in short-term investments with original maturities of ninety (90) days or less. Under state law, **NORBP** may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principle offices in Louisiana.

NOTE 2- CASH AND CASH EQUIVALENTS

NORBP had cash and cash equivalents totaling \$147,130 (book balances) at December 31, 2006, as follows:

Cash	\$ 145,744
Money market funds	<u>1,386</u>
Total	<u>\$ 147,130</u>

NOTE 3- CAPITAL ASSETS

The following is a summary of capital assets for the year ended December 31, 2006:

	Balance January 1, 2006	Additions	Changes	Balance December 31, 2006
Land	1,053,618	-	-	1,053,618
Building	2,742,347	25,000	-	2,767,347
Electrical Substation	1,340,188	-	-	1,340,188

NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

NOTE 3- CAPITAL ASSETS (CONTINUED)

	Balance January 1, 2006	Additions	Changes	Balance December 31, 2006
Automobile	15,049	-	(15,049)	-
Furniture & Equipment	35,131	-	-	35,131
Sub-total	5,186,333	25,000	(15,049)	5,196,284
Less Accumulated Depreciation	(217,378)	(108,022)	6,020	(319,380)
Net	<u>4,968,955</u>	<u>(83,022)</u>	<u>(9,029)</u>	<u>4,876,904</u>

Depreciation expense charged to each function for the year ended December 31, 2006 is as follows:

Enterprise Park	\$	102,220
Sanitation		-
Business Assistance		2,742
Administration		3,060
		<u>108,022</u>

An analysis of changes in accumulated depreciation by asset classification for the year ended December 31, 2006 is as follows:

Capital Asset Class	Balance January 1, 2006	Addition	Balance December 31, 2006
Land	\$ -	\$ -	\$ -
Building	137,118	68,715	205,833
Electrical Substation	67,010	33,505	100,515
Automobile	6,020	(6,020)	-
Furniture & Equipment	7,230	5,802	13,032
	<u>217,378</u>	<u>102,002</u>	<u>319,380</u>

**NEW ORLEANS REGIONAL BUSINESS PARK
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)**

NOTE 4- LEASING ARRANGEMENTS

The NORBP leases certain office equipment under operating leases that expire within one year. Additionally, the NORBP has a sub-lease agreement for office space that expires during 2007.

The following is a schedule of future minimum rental payments under the above operating leases as of December 31, 2006:

Year Ending December 31,	Amount
<u>2007</u>	<u>\$ 15,600</u>

Rental expense was approximately \$16,800 in 2006.

NOTE 5- CONTINGENCIES

The NORBP is a defendant in a suit in which a local construction company claims the agency owes approximately \$126,625 for services performed. Because the NORBP has just been served with this citation, management has not yet been advised by its external legal counsel as to the possible outcome. Consequently, no provision has been made in the accounts for any liability for this suit.

NEW ORLEANS REGIONAL BUSINESS PARK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND
ACTUAL, CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property Tax	\$ 240,000	\$ 198,000	\$ 197,929	\$ (71)
Grants:				
Enterprise Center	464,000	95,000	82,742	(12,258)
Business Assistance Center	45,625	40,625	-	(40,625)
Rental Income	188,325	375,325	391,433	16,108
Utilities Reimbursement	9,350	9,350	8,850	(500)
Insurance Proceeds	75,000	102,902	102,902	-
Environmental Protection Agency	-	5,000	-	(5,000)
Interest	200	200	-	(200)
Other Income	4,000	4,000	69,584	65,584
Total Revenues	1,026,500	830,402	853,440	23,038
EXPENDITURES				
Salaries	102,500	198,000	190,798	7,202
Salaries - Sanitation	42,500	42,500	40,947	1,553
Payroll Taxes	3,570	14,024	13,369	655
Payroll Tax-Sanitation	3,250	3,250	3,258	(8)
Group Hospitalization	5,505	38,000	33,665	4,335
Moving Expenses	4,500	2,278	2,278	-
Insurance (Liab./Prop./Damage)	49,000	32,401	31,136	1,265
Grant Writer	5,000	5,750	-	5,750
Marketing	40,000	39,000	38,612	388
Business Assistance Center	40,000	54,000	44,724	9,276
Environmental Protection Agency	-	5,000	3,579	1,421
Dues & Subscriptions	500	1,126	1,000	126
Postage & Freight	2,000	1,100	1,042	58
Professional Services	15,000	12,500	21,787	(9,287)
Telephone & Telegraph	6,000	13,190	15,250	(2,060)
Supplies & Material	6,000	10,400	10,991	(591)
Motor Vehicle - Gas & Oil	16,000	3,161	3,240	(79)
Office Expense	5,000	10,000	8,996	1,004
Legal	18,000	5,000	-	5,000
Accounting & Audit	33,000	19,500	14,500	5,000
Special Projects	464,000	95,000	82,742	12,258
Sanitation	25,000	6,500	4,379	2,121
Utilities	44,775	85,722	97,471	(11,749)
Building Maintenance & Repairs	95,000	132,750	134,826	(2,076)
Miscellaneous	400	250	1,237	(987)

NEW ORLEANS REGIONAL BUSINESS PARK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND
ACTUAL, CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES, CONT.				
Capital Outlays	<u>-</u>	<u>-</u>	<u>15,971</u>	<u>(15,971)</u>
Total Expenditures	1,026,500	830,402	815,798	14,604
Excess (deficiency) of Revenues over Expenditures	-	-	37,642	37,642
Fund Balance - beginning of year	<u>261,382</u>	<u>261,382</u>	<u>83,989</u>	<u>(177,393)</u>
Fund Balance - end of year	<u>261,382</u>	<u>261,382</u>	<u>121,631</u>	<u>(139,751)</u>



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CERTIFIED PUBLIC ACCOUNTANT

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**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in Accordance
with Government Auditing Standards**

To the Board of Commissioners
of New Orleans Regional Business Park
New Orleans, Louisiana

We have audited the governmental activities and fund financial statements of New Orleans Regional Business Park as of and for the year ended December 31, 2006, which collectively comprise the New Orleans Regional Business Park's basic financial statements and have issued our report thereon dated August 3, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered New Orleans Regional Business Park's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be a material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether New Orleans Regional Business Park's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the audit committee, management, and Board of Commissioners, and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Curtis A. Moret

Curtis A. Moret
Certified Public Accountant
August 3, 2007

